

GENESIS ASSET MANAGERS LIMITED
EMERGING MARKETS EQUITY: MSCI EM BENCHMARK

FOR THE MONTH OF: **AUGUST** **2006**

MANAGER PERFORMANCE CALCULATIONS

* Annualized returns

| | Last Month | Last 3 Months | Last 1 Year | Last 3 Years* | Last 5 Years* |
|---------|---------------|------------------|----------------|------------------|------------------|
| Genesis | 3.79% | 4.29% | 30.29% | 35.29% | 27.88% |
| MSCI EM | 2.60% | 3.91% | 30.99% | 30.99% | 24.38% |

COUNTRY ALLOCATION COMPARISON

| <u>Over-weight</u> | <u>Genesis</u> | <u>EM</u> | <u>Under-weight</u> | <u>Genesis</u> | <u>EM</u> |
|--------------------|----------------|-----------|---------------------|----------------|-----------|
| Indonesia | 7.91% | 1.61% | Taiwan | 8.05% | 12.77% |
| South Africa | 11.52% | 8.58% | China | 5.56% | 9.52% |
| Egypt | 3.41% | 0.88% | Brazil | 7.58% | 10.68% |

PERFORMANCE ATTRIBUTION & STRATEGY COMMENTS

The portfolio outperformed the benchmark by over 1% in August. Mobile Telesystems (Russia) gained 15% and was the most significant stock contributor, along with Orascom Construction (Egypt) and PT Telkom (Indonesia). Samsung Electronics (South Korea) and Gujarat Ambuja Cements (India) also did well. The most notable detractors were CVRD (Brazil) and Kookmin Bank (South Korea). In relative terms, there were no stand-out markets in the portfolio, but the cumulative effect of a number of markets added significant value. Most notably, gains were made through the absence of investments in Poland, the overweight position in Indonesia and good stock returns from the portfolio's Russian and Taiwanese holdings. Minimal losses were incurred from underperforming holdings in Brazil and the overweight position in the weak Hungarian market. The Financials sector added significant value as holdings from all three regions produced double-digit returns, headed by Bank Mandiri (Indonesia) and Credicorp (Peru). The portfolio's holdings in the Materials and Telecoms sectors made gains, although some of these were offset by a few underperforming positions in the Energy sector.

Over the last 3 months, the portfolio outperformed the index by 0.4%. The largest contributors to the portfolio's return over the period were as per August; Mobile Telesystems, PT Telkom, Gujarat Ambuja Cements and Orascom Construction. The largest detractors were Standard Bank (South Africa), KEPCO (South Korea) and CVRD. In relative terms, the portfolio made gains through the overweight position in Indonesia and underweight position in Taiwan. Value was lost through underperforming positions in Brazil and China. The portfolio's holdings in the Materials and Financials sectors made gains, although some of these were offset by a few underperforming positions in the Energy sector.

MANAGER STYLE SUMMARY

Genesis utilizes a "bottom-up" investment approach, whereby security selection is primarily based on individual stocks rather than country or regional prospects. An unusual aspect of their style is that they will limit the countries within their selection set to the World Bank list of emerging markets (based on per capita GDP), rather than the standard emerging markets indices. Thus, some of the countries within the emerging markets indices (i.e. Israel), are not a major focus of Genesis. Their unique style tends to keep Genesis out of fast-growing countries included in the emerging markets indices or country or regional successes rather than individual companies (i.e. Asia). Consequently, they can have periods of underperformance when these types of countries perform well.

GENESIS ASSET MANAGERS LIMITED
EMERGING MARKETS EQUITY: MSCI EM BENCHMARK

PORTFOLIO GUIDELINE COMPLIANCE

AUGUST 2006

| Portfolio Guideline: | Genesis | Compliance |
|---|---|-----------------------------|
| B2. Country allocations <=15% of value at cost | | ok |
| B3. EAFE securities <=10% of value at cost | | ok |
| B4. Security position <=4% of the account at purchase | | ok |
| B5. Number of Issues > 75 | 94 | ok |
| C1. Currency or cross-currency position <= value of hedged securities | | ok |
| No executed forward w/o corresponding securities position | | ok |
| C2. Maximum forward with counterpart <= 30% of total mv of account | | ok |
| F2. Annual Turnover <= 100% | 31% | ok |
| The portfolio is in compliance with all other aspects of the Portfolio Guidelines | <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No |

MANAGER EXPLANATIONS FOR DEVIATIONS FROM PORTFOLIO GUIDELINES

There were no deviations.

ORGANIZATIONAL/PERSONNEL CHANGES

None.

ACCOUNT TURNOVER

| | | | | | |
|---------|---------------------|-----|---------------------------|----|---|
| Gained: | Number of Accounts: | 0 | Total Market Value (\$m): | \$ | - |
| Lost: | Number of Accounts: | 0 | Total Market Value (\$m): | \$ | - |
| | Reason(s): | N/A | | | |